



CEYLON LEATHER PRODUCTS PLC

INTERIM FINANCIAL STATEMENTS

Nine Months Ended 31 December 2011

**CEYLON LEATHER PRODUCTS PLC –
HIGH LIGHTS FOR NINE MONTHS ENDING 31 DECEMBER 2011**

The turnover of the Group for the nine months period under review was Rs.3,291 Mn, which included the consolidation of the results of subsidiaries: South Asia Textiles Industries Lanka (Pvt) Ltd. and Palla & Company (Pvt) Ltd., for the period under review. A growth of 279% was reflected in group turnover

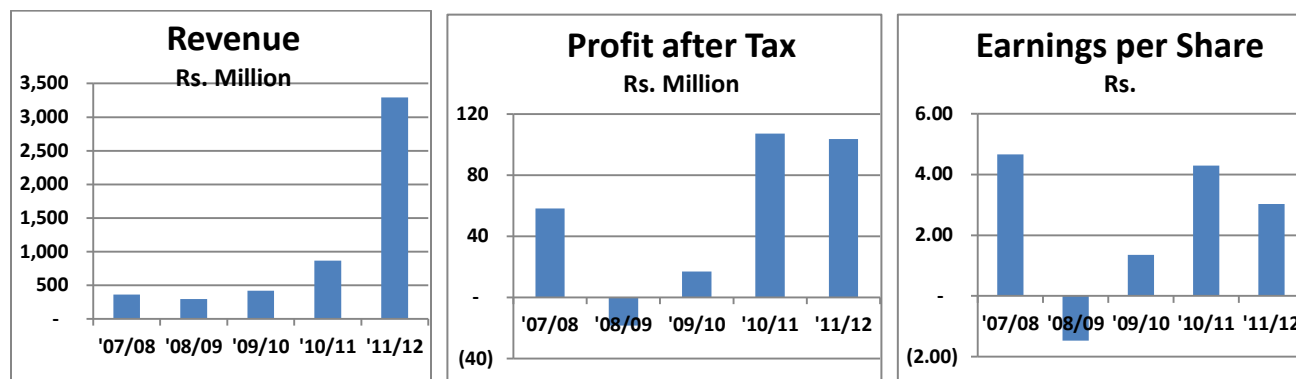
The turnover of the Company for the nine months ending 31 December was Rs. 1,062 Mn compared to Rs.861 Mn in the previous year thus reflecting a YoY growth of 23%.

The Group recorded Rs.162.2 Mn as profit before tax which reflected 14% growth compared to previous year's Rs.142.4 Mn which also included Rs.33.1 Mn under Other Operating Income relating sale of shares and dividends. Group's profit after tax declined by marginal 3% to Rs.103.7 Mn during the nine months period under review compared to the profit after tax of Rs.107.3 Mn in the same period in the year 2010/11. Main reason being the high effective tax rate.

The profit before tax of the Company for the period of Rs. 146.9 Mn reflected a growth of 5 % compared to Rs. 139.3 Mn during the corresponding period in the previous year which also included Rs.33.1 Mn under Other Operating Income relating sale of shares and dividends. The Profit after tax for the period under review dropped by 15% to Rs. 89.8 mainly due to high effective tax rate.

The Subsidiary Company, SATIL managed to arrest its losses with corrective measures being taken on the operations and shown a marginal profit during the period under review, while newly acquired subsidiary, Palla & Company (Pvt) Ltd. also helped group's profitability with positive results.

**PERFORMANCE AT A GLANCE - GROUP
Nine Months Ending 31 December:**



Notes:

- Results for the 09 months ending 31 December 2011 includes consolidation of South Asia Textiles Industries Lanka (Pvt) Ltd. (w.e.f. 31/03/2011) and Palla & Company (Pvt) Ltd., (w.e.f. 02/12/2011).
- Profit of the previous year's figures (09 months up to 31/12/2010) include Rs.33.1 Mn being income & profits relating to sale of shares and dividends.

Ceylon Leather Products PLC
Balance Sheets

GROUP		COMPANY		GROUP		COMPANY	
31 Mar 2011	31 Mar 2011	31 Dec-2011	31 Dec 2010	31 Dec-2011	31 Dec 2010	31 Dec-2011	31 Dec 2010
Audited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
Rs' 000	Rs' 000	Rs' 000.	Rs' 000.	Rs' 000.	Rs' 000.	Rs' 000.	Rs' 000.
ASSETS							
Non-Current Assets							
1,727,735	902,719	1,958,277	888,570	1,032,022	888,570		
2,370	2,370	2,073	2,468	2,073	2,468		
256,015	-	415,529	-	-	-		
-	550,000	-	-	705,091	-		
74,488	55,962	76,105	605,962	354,603	605,962		
12,224	-	12,224	-	-	-		
<u>2,072,832</u>	<u>1,511,051</u>	<u>2,464,208</u>	<u>1,497,000</u>	<u>2,093,789</u>	<u>1,497,000</u>		
Current Assets							
1,021,783	164,398	1,071,586	236,537	265,560	236,537		
1,112,440	255,020	1,402,796	295,860	273,106	305,028		
683	-	65	65	-	-		
7,973	7,973	14,924	-	14,924	-		
261,921	249,917	693,325	236,310	624,653	236,310		
<u>2,404,800</u>	<u>677,308</u>	<u>3,182,696</u>	<u>768,772</u>	<u>1,178,243</u>	<u>777,875</u>		
<u>4,477,632</u>	<u>2,188,359</u>	<u>5,646,904</u>	<u>2,265,772</u>	<u>3,272,032</u>	<u>2,274,875</u>		
Total Assets							
EQUITY AND LIABILITIES							
Capital and Reserves							
1,037,500	1,037,500	1,979,345	1,037,500	1,979,345	1,037,500		
642,598	642,598	642,598	623,479	642,598	623,479		
226,908	235,975	296,002	233,585	295,220	244,021		
1,907,006	1,916,073	2,917,945	1,894,564	2,917,163	1,905,000		
276,306	-	277,447	-	-	-		
<u>2,183,312</u>	<u>1,916,073</u>	<u>3,195,392</u>	<u>1,894,564</u>	<u>2,917,163</u>	<u>1,905,000</u>		
Total Equity							
Non-Current Liabilities							
122,069	21,801	541,419	37,493	9,861	37,493		
44,174	31,686	45,486	31,726	34,536	31,726		
74,672	74,672	95,914	71,720	83,672	71,720		
<u>240,915</u>	<u>128,159</u>	<u>682,819</u>	<u>140,939</u>	<u>128,069</u>	<u>140,939</u>		
Current Liabilities							
830,848	49,375	869,629	54,227	118,874	53,761		
42,829	41,820	42,733	31,485	41,595	30,618		
1,179,728	52,932	856,331	144,557	66,331	144,557		
<u>2,053,405</u>	<u>144,127</u>	<u>1,768,693</u>	<u>230,269</u>	<u>226,800</u>	<u>228,936</u>		
<u>4,477,632</u>	<u>2,188,359</u>	<u>5,646,904</u>	<u>2,265,772</u>	<u>3,272,032</u>	<u>2,274,875</u>		
Total Equity and Liabilities							
76.28	76.64	85.24	75.78	85.21	76.20		
		Net Assets Per share (Rs.)					

The above figures are provisional and subject to audit

The Board of Directors is responsible for the preparation and presentation of these financial statements. Signed for and on behalf of the board by.

Sgd.
S.S. Senaratne
Managing Director/ CEO

Sgd.
Dr. Kosala Heengama
Director

Colombo.
14 February 2012

Ceylon Leather Products PLC

Income Statements

	GROUP			COMPANY			GROUP			COMPANY		
	Quarter Ended		Variance	Quarter Ended		Variance	Nine Months ended		Variance	Nine Months ended		Variance
	31-Dec-11 Rs' 000.	31-Dec-10 Rs' 000.		%	31-Dec-11 Rs' 000.		31-Dec-10 Rs' 000.	%		31-Dec-11 Rs' 000.	31-Dec-10 Rs' 000.	
Revenue (Gross)	1,296,908	316,381	310%	432,084	313,254	38%	3,291,314	868,336	279%	1,062,093	860,541	23%
Less - Taxes	(54,090)	(41,405)	-31%	(53,926)	(41,329)	-30%	(132,215)	(113,509)	-16%	(131,784)	(113,319)	-16%
Revenue - Net	1,242,818	274,976	352%	378,158	271,925	39%	3,159,099	754,827	319%	930,309	747,222	25%
Cost of Sales	(980,864)	(200,316)	-390%	(270,429)	(200,316)	-35%	(2,593,618)	(506,074)	-412%	(642,810)	(506,074)	-27%
Gross Profit	261,954	74,660	251%	107,729	71,609	50%	565,481	248,753	127%	287,499	241,148	19%
Other Operating Income	10,980	21,562	-49%	3,972	21,562	-82%	39,381	41,613	-5%	7,887	42,525	-81%
Selling & Distribution Costs	(50,838)	(27,022)	-88%	(36,248)	(25,854)	-40%	(113,537)	(67,852)	-67%	(88,628)	(64,461)	-37%
Administrative Expenses	(91,370)	(18,726)	-388%	(28,715)	(18,664)	-54%	(210,019)	(55,321)	-280%	(69,434)	(55,132)	-26%
Finance Cost	(45,705)	(9,658)	-373%	(5,747)	(9,658)	40%	(123,440)	(27,051)	-356%	(14,074)	(27,051)	48%
Finance Income	(19,103)	2,235	-955%	18,314	2,235	719%	4,305	2,277	89%	23,677	2,277	940%
Profit before Tax	65,918	43,051	53%	59,305	41,230	44%	162,171	142,419	14%	146,927	139,306	5%
Income Tax Expense	(25,473)	(6,252)	307%	(25,046)	(5,837)	-329%	(58,422)	(35,164)	66%	(57,117)	(34,248)	-67%
Net Profit for the Period	40,445	36,799	10%	34,259	35,393	-3%	103,749	107,255	-3%	89,810	105,058	-15%
Attributable to												
Equity Holders of the Parent	38,695	36,799	5%	34,259	35,393	-3%	99,659	107,255	-7%	89,810	105,058	-15%
Minority Interest	1,750	-	100%	-	-	0%	4,090	-	100%	-	-	0%
	40,445	36,799	10%	34,259	35,393	-3%	103,749	107,255	-3%	89,810	105,058	-15%
Earnings Per share	1.18	1.47	-20%	1.00	1.42	-29%	3.03	4.29	-29%	2.62	4.20	-38%

The above figures are provisional and subject to audit

Ceylon Leather Products PLC

Cash Flow Statement

	GROUP		COMPANY	
	Nine Months Ended		Nine Months Ended	
	31-Dec-2011	31- Dec-2010	31-Dec-2011	31- Dec-2010
	Rs' 000.	Rs' 000.	Rs' 000.	Rs' 000.
Cash Flows From / (Used in) Operating Activities				
Net profit before Income Tax Expense	162,171	142,419	146,927	139,306
Adjustments for				
Depreciation	138,817	22,309	28,261	22,309
Income from Investments	(23,677)	(2,277)	(23,677)	(2,277)
Profit on sale of Property, Plant & Equipment	(5,336)	(3,718)	(26)	(3,718)
Fall in value of Trading Securities	3,000	-	3,000	-
Profit on Sale of Investment	(305)	(16,387)	(305)	(17,299)
Finance Costs	123,440	27,051	14,074	27,051
Provision for Defined Benefit Plans	4,275	3,825	4,275	3,825
Amortisation of Intangible Assets	297	297	297	297
Operating Profit/(Loss) before Working Capital Changes	402,682	173,519	172,826	169,494
(Increase)/ Decrease in Inventories	114,207	(121,556)	(101,162)	(121,556)
(Increase)/ Decrease in Trade and Other Receivables	(276,511)	(64,452)	(18,086)	(60,268)
Increase /(Decrease) in Trade and Other Payables	(79,540)	(32,175)	39,686	(32,334)
Cash Generated from Operations	160,838	(44,664)	93,264	(44,664)
Finance Costs	(123,440)	(27,051)	(14,074)	(27,051)
Defined Benefit Plan Costs	(2,963)	(2,301)	(1,425)	(2,301)
Income tax	(19,706)	(2,726)	(18,530)	(2,726)
Net Cash From/(Used in) Operating Activities	14,729	(76,742)	59,235	(76,742)
Cash Flows from / (Used in) Investing Activities				
Investment in Subsidiary Company	(128,848)	(604,007)	(453,732)	(604,007)
Short Term Investments	(11,298)	-	(11,298)	-
Other Investments	(1,617)	-	-	-
Proceeds from Sale of Investment	1,653	22,901	1,653	22,901
Acquisition of Property, Plant & Equipment	(163,964)	(42,621)	(157,568)	(42,621)
Proceeds from Sale of Property, Plant & Equipment	5,380	4,616	30	4,616
Interest Received	23,677	2,277	23,677	2,277
Net Cash Flows from/(Used in) Investing Activities	(275,017)	(616,834)	(597,238)	(616,834)
Cash Flows from (Used in) Financing Activities				
Proceeds from Share Issue	941,845	912,500	941,845	912,500
Direct cost on Share Issue	(5,565)	-	(5,565)	-
Dividend Paid	(25,000)	-	(25,000)	-
Repayment of Interest Bearing Loans & Borrowings (Net)	(25,627)	(59,201)	(31,366)	(59,201)
New Lease Obtained	-	12,150	-	12,150
Net Cash Proceeds from Current Interest Bearing Loans & Borrowings	(176,204)	45,225	35,294	45,225
Principal Payment under Finance Lease Liabilities	(3,004)	(1,482)	(2,469)	(1,482)
Net Cash Flows from/(Used in) Financing Activities	706,445	909,192	912,739	909,192
Net Increase/(Decrease) in Cash and Cash Equivalents	446,157	215,616	374,736	215,616
Cash and Cash Equivalents at the beginning of the period	91,764	16,190	249,917	16,190
Cash and Cash Equivalents at the end of the period	537,921	231,806	624,653	231,806
Components of Cash & Cash Equivalents				
Cash & Bank Balances	113,041	236,310	44,653	236,310
Bank Overdrafts	(155,403)	(4,504)	-	(4,504)
Fixed & Call Deposits	580,283	-	580,000	-
Total Cash Equivalents for the purpose of Cash Flow Statement	537,921	231,806	624,653	231,806

The above figures are provisional and subject to audit

- - - -

Ceylon Leather Products PLC

Statement of Changes in Equity

GROUP	Attributable to Equity Holders of Parent				Minority Interest	Total
	Stated Capital	Revaluation Reserve	Accumulated Profit/(Loss)	Total		
	RS' 000	RS' 000	RS' 000	RS' 000		
Balance as at 31 March 2011	1,037,500	642,598	226,908	1,907,006	276,306	2,183,312
Issue of shares	941,845		-	941,845	-	941,845
Direct cost on share issue			(5,565)	(5,565)	-	(5,565)
Dividend paid			(25,000)	(25,000)	-	(25,000)
Net Profit For the period	-	-	99,659	99,659	4,090	103,749
Adjustment from business acquisition					(2,949)	(2,949)
Balance as at 31 December 2011	<u>1,979,345</u>	<u>642,598</u>	<u>296,002</u>	<u>2,917,945</u>	<u>277,447</u>	<u>3,195,392</u>
COMPANY						
	Attributable to Equity Holders of Parent					
	Stated Capital	Revaluation Reserve	Accumulated Profit/(Loss)	Total		
	RS' 000	RS' 000	RS' 000	RS' 000		
Balance as at 31 March 2011	1,037,500	642,598	235,975	1,916,073		
Issue of shares	941,845	-	-	941,845		-
Direct cost on share issue			(5,565)	(5,565)		
Dividend paid			(25,000)	(25,000)		
Net Profit For the period	-	-	89,810	89,810		
Balance as at 31 December 2011	<u>1,979,345</u>	<u>642,598</u>	<u>295,220</u>	<u>2,917,163</u>		
GROUP						
	Stated Capital	Revaluation Reserve	Accumulated Profit/(Loss)	Total		
	RS' 000	RS' 000	RS' 000	RS' 000		
Balance as at 31 March 2010	125,000	623,479	126,330	874,809		
Proceeds from Right Issue	912,500	-	-	912,500		
Net Profit for the Period	-	-	107,255	107,255		
Balance as at 31 December 2010	<u>1,037,500</u>	<u>623,479</u>	<u>233,585</u>	<u>1,894,564</u>		
COMPANY						
	Stated Capital	Revaluation Reserve	Accumulated Profit/(Loss)	Total		
	RS' 000	RS' 000	RS' 000	RS' 000		
Balance as at 31 st March 2010	125,000	623,479	138,963	887,442		
Proceeds from Right Issue	912,500			912,500		
Net Profit for the Period	-	-	105,058	105,058		
Balance as at 31 December 2010	<u>1,037,500</u>	<u>623,479</u>	<u>244,021</u>	<u>1,905,000</u>		
The above figures are provisional and subject to audit						

Ceylon Leather Products PLC

Additional Notes to the Interim Financial Statements

For the Nine Months ended 31 December 2011

1 These financial statements which are provisional and subject to audit are in compliance with the Sri Lanka Accounting Standard 35 and have been prepared in accordance with the accounting policies and method of computation disclosed in the Annual Report for the year ended 31 st March 2011.

2 Group Results for the Nine months ending 31 December 2011 includes the consolidation of the results of Subsidiaries: South Asia Textiles Industries Lanka (Pvt) Ltd., effective 31 March 2011, and the results of Palla & Company (Pvt) Ltd., effective 02 December 2011.

3 Share Prices for the Quarter ended	31.12.2011	31.12.2010
Highest	Rs.109.90	Rs. 96.90
Lowest	Rs. 60.00	Rs. 82.00
Last Traded Price	Rs. 99.60	Rs. 92.60

4 Number of shares represented in stated Capital - 34,233,774 (31.12.2010 - 25,000,000)

5 Warrants of 2011 were expired in August 2011, and 9,233,774 warrants were converted by warrantsholders to ordinary shares at an exercise price of Rs.102/- per share. Consequently, a sum of Rs.941,844,948/- being proceeds of warrants conversion was reflected in the stated capital during the period under review.

6 The Company has issued warrants along with rights issue during the financial year 2010/11 and outstanding position as at 31 Dec. 2011 as follows:

Warrants:

25,000,000 Warrants: 02 Warrant for 01 Right, at an exercise price of Rs.118.- per share in year 2014.

25,000,000 Warrants: 02 Warrant for 01 Right, at an exercise price of Rs.142.- per share in year 2015.

7 Twenty Major Shareholders as at 31 st December 2011

Name of the Shareholder	No of shares held	%
Environmental Resources Investment PLC	27,943,953	81.63%
Dr. Kasim Nader	1,018,000	2.97%
Mercator Associates LLC	313,700	0.92%
Pan Asia Banking Corporation PLC/Mr. A.M.N.A.Abeykoon	161,524	0.47%
Mr. E.P.I. Fernando	122,900	0.36%
Lionhart Investments Ltd	120,000	0.35%
Mr. D.S.K.Athukorala	114,100	0.33%
Mr. N.A.A. Karunarathna	109,700	0.32%
Pan Asia Banking Corporation PLC/Mr. W.P.A.S.Perera	97,400	0.28%
Richard Pieris Financial Services (Pvt) Ltd / Mr.W.P.A.S.Perera	87,900	0.26%
Mrs.U.C.P. Abeysekera	84,400	0.25%
First Capital Markets Ltd /Mr.E.P.I. Fernando	71,400	0.21%
Seylan Bank PLS/Mr. S.S.C. Fernando	70,100	0.20%
Waldock Mackenzie Ltd/Mr. L.P.Hapangama	70,000	0.20%
Mr.N.V.Fernando	69,204	0.20%
Harsha International (Pvt) Ltd	56,800	0.17%
Mr.S.Yaddehige	54,100	0.16%
Mrs.G.L.S.Chandrika	53,900	0.16%
Mr. S.A.Cooray	50,000	0.15%
Mr. G.Rajendren	47,300	0.14%

8 The public holding percentage as at 31 st December 2011 18.37 %

Ceylon Leather Products PLC**Additional Notes to the Interim Financial Statements (Contd.)****For the Nine Months ended 31 December 2011****9 Directors Shareholdings**

<u>Name of Director</u>	<u>31/12/2011 No of Shares</u>
Mr. Lalith Heengama (Chairman)	Nil
Mr. S. S. Senaratne (Managing Director/ Chief Executive Officer)	Nil
Dr. K. Heengama	Nil
Mr. G. S. Newsome	Nil
Mr. M.A.K.B. Dodamgoda	Nil
Mr. H.B. Dissanayake	Nil
Mr. Gamini S. Munasinghe	Nil

10 Shareholding by the Chief Executive Officer

	<u>31/12/2011 No of Shares</u>
Mr. S. S. Senaratne	Nil

11 Twenty Major Warrant holders as at 31 December 2011 - Warrant 2014 (WR2014)

Name of the Warrant holder	No of shares held	% held
Environmental Resources Investment PLC	18,411,702	73.65%
Mr.A.W. Mohottala	366,700	1.47%
Pan Asia Banking Corporation PLC/Mr. S.S.C.Fernando	170,000	0.68%
Pan Asia Banking Corporation PLC/Mr. M.N.Ranasinghe	167,900	0.67%
Mr. G.D.S.N.Perera	155,000	0.62%
Pan Asia Banking Corporation PLC/Mr. H.H.A.Chandrasiri	153,900	0.62%
Sampath Bank PLC/Mr.S.A.Cooray	144,500	0.58%
Pan Asia Banking Corporation PLC/Mr. N.Vandabona	123,900	0.50%
Mr. K.G.Lokuketagoda	123,600	0.49%
Sampath Bank PLC/Mr.A.W. Mohottala	120,000	0.48%
Pan Asia Banking Corporation PLC /Mr. A.W.Mohattala	109,900	0.44%
Mr. T.A.J.Maloney	108,300	0.43%
Mr.A.I.Marawila	103,800	0.42%
First Capital Markets Limited / Mr.H.K.D.R.P. Amarasekera	92,400	0.37%
Mr.T.R.Kumar	88,500	0.35%
Seylan Bank PLS/Mr. S.S.C.Fernando	84,100	0.34%
LB Finance PLC/A.V.G.S.Jebamani	82,000	0.33%
Mr.M.R.Rauff	75,000	0.30%
Mr.S.P.Samaratunge	72,000	0.29%
Mr. S.M.Masoor	68,210	0.27%

Warrant Prices (WR2014) for the Quarter ended

	31.12.2011	31.12.2010
Higest	Rs.18.90	Rs.21.00
Lowest	Rs.8.20	Rs.17.70
Last Traded Price	Rs.17.80	Rs.19.00

The public holding percentage as at 31 st December 2011

26.35 %

Ceylon Leather Products PLC**Additional Notes to the Interim Financial Statements (Contd.)****For the Nine Months ended 31 December 2011****12 Twenty Major Warrant holders as at 31 December 2011 - Warrant 2015 (WR2015)**

Name of the Warrant holder	No of shares held	% held
1 Environmental Resources Investment PLC	18,411,702	73.65%
2 Mr. A.W. Mohottala	269,900	1.08%
3 Pan Asia Banking Corporation PLC/Mr. N.Vandebona	232,900	0.93%
4 Mr.G.N.R.L. Dias	171,100	0.68%
5 Sampath Bank PLC/Mr.S.A.Cooray	150,000	0.60%
6 Richard Pieris Financial Services (Pvt) Ltd / Mr.W.P.A.S.Perera	141,000	0.56%
7 Mercator Associates LLC	134,900	0.54%
8 Pan Asia Banking Corporation PLC/Mr.K.H.K.H.Perera	134,500	0.54%
9 Mr.D.S.K.Athukorala	115,500	0.46%
10 Sampath Bank PLC/Mr.A.W. Mohottala	112,000	0.45%
11 Waldock Mackenzie Ltd /Mr. L.P. Hapangama	97,600	0.39%
12 Pan Asia Banking Corporation PLC/Mr.W.N.P.Withanarach	96,500	0.39%
13 Mr. S.M. Masoor	91,410	0.37%
14 Pan Asia Banking Corporation PLC/Mr. C.N Rajahmoney	86,800	0.35%
15 Sampath Bank PLC/Mr.A.W. Mohottala	85,100	0.34%
16 Mr.W.P.A.S.Perera	80,600	0.32%
17 Pan Asia Banking Corporation PLC/Mr. M.N.Ranasinghe	80,000	0.32%
18 Mrs.G.L.S.Chandrika	80,000	0.32%
19 Mr.M.R.Rauff	75,000	0.30%
20 Mr.T.L.M.Imtiaz	69,600	0.28%

Share Prices (WR2015) for the Quarter ended	31.12.2011	31.12.2010
Highest	Rs.19.30	Rs.21.30
Lowest	Rs.9.00	Rs.17.90
Last Traded Price	Rs.17.80	Rs.19.00

The public holding percentage as at 31 st December 2011 26.35 %

Ceylon Leather Products PLC**Additional Notes to the Interim Financial Statements (Contd.)****For the Nine Months ended 31 December 2011****13 Segment Information - Group**

	31 December 2011		
	Leather & Footwear	Textile	Total
	Rs. 000	Rs. 000	Rs. 000
Revenue - Local Net of Taxes	933,576	-	933,576
Revenue - Export Direct / Indirect	157,987	2,067,536	2,225,523
Total Segment Revenue - (Net of Taxes)	1,091,563	2,067,536	3,159,099
Operating Profit Segment Results (before finance cost)	140,615	101,310	241,925
Finance Cost	(16,092)	(107,348)	(123,440)
Finance Income	23,677	(19,372)	4,305
Finance Cost - Net	7,585	(126,720)	(119,135)
Other Income	5,913	33,468	39,381
Share of Profit / (Loss) of Associate	-	-	-
Profit/ (Loss) before Tax	154,113	8,058	162,171
Income Tax (Expense)/ Reversal	(58,422)	-	(58,422)
Net Profit/(Loss) For the Year	95,691	8,058	103,749

Segment Information - Group

	31 December 2010		
	Leather & Footwear	Textile	Total
	Rs. 000	Rs. 000	Rs. 000
Revenue - Local Net of Taxes	739,267	-	739,267
Revenue - Export Direct / Indirect	15,560	-	15,560
Total Segment Revenue - (Net of Taxes)	754,827	-	754,827
Operating Profit Segment Results (before finance cost)	125,580	-	125,580
Finance Cost	(27,051)	-	(27,051)
Finance Income	2,277	-	2,277
Finance Cost - Net	(24,774)	-	(24,774)
Other Income	41,613	-	41,613
Share of Profit / (Loss) of Associate	-	-	-
Profit/ (Loss) before Tax	142,419	-	142,419
Income Tax (Expense)/ Reversal	(35,164)	-	(35,164)
Net Profit/(Loss) For the Year	107,255	-	107,255

14 Other Operating Income in previous year (period up to 31/12/2010) includes Rs.16.4 Mn being the profit on sale of shares in Tan Lanka Ltd., and Rs.16.7 Mn being the preference share dividend on account of investment in South Asia Textiles Industries Lanka (Pvt) Ltd.

15 An interim dividend of Rs.1.00 per share, totaling to Rs.25,000,000.- was paid on 12 April 2011 for the financial year ending 31 March 2011.

16 No circumstances have arisen since the Balance Sheet date, which would require adjustments to or disclosure in the Financial Statements.

17 Where necessary, comparative figures have been re-classified to conform with the current period's presentation.

18 There has not been significant change in the nature of the contingent liabilities, which were disclosed in the Annual Report for the year ended 31 March 2011, except for lien given to banks over deposits of Rs.540 Mn, on banking facilities obtained by subsidiary South Asia Textiles Industries Lanka (Pvt) Ltd.